



United States Department of the Interior

BUREAU OF LAND MANAGEMENT

Cedar City Field Office

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E/001/106
E/001/113
E/001/130
E/001/129
E/001/141
S/001/054*

In Reply Refer To:

UT-042

3809: UTU-74032, Blue Mtn. - E/001/106
UTU-74757, Indian Peak - E/001/113
UTU-75808, Dead Horse Quarry - E/001/130
UTU-77245, 3-D Project - E/001/129
UTU-78612, JB Fluorspar - S/001/054
UTU-78616, Goldstar - E/001/141

July 13, 2004

Mr. Mark Dotson, President
Breccia Development, Inc.
P.O. Box 492
Milford, UT 84751

Dear Mr. Dotson:

This letter is in regard to various exploration and mining projects, involving BLM-managed land administered through the Cedar City Field Office, which were submitted by Breccia Development, Inc. (or taken over by Breccia Development). You have previously indicated to me it is your intention to close out all of the notices associated with these projects.

The current reclamation status of these notices is indicated on the attached table. My most recent inspections of the Indian Peak and 3-D projects verified that all necessary reclamation measures have been completed and so these notices will be closed out, effective immediately. My inspection of the JB Fluorspar project revealed that all the earthwork reclamation is completed and re-vegetation is proceeding satisfactorily, but there is a crushing / screening plant still at this site that will need to be removed before the notice can be closed.

During my visit to your Milford office on July 1, 2004, we discussed the status of reclamation work for the Blue Mtn., Dead Horse Quarry, and Goldstar projects. At that time you stated that you would shortly be acquiring a tracked excavator and the remaining road reclamation work for the Blue Mtn. project would be completed this summer.

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DIV. OF OIL, GAS & MINING

You indicated that you had not visited the Dead Horse Quarry site recently to inspect the re-vegetation. My most recent inspection of this site, made on July 9, showed only Russian thistle, Halogeton, and cheatgrass established at the site. It will be necessary to re-rip and re-seed this site sometime this fall or early winter.

In regard to the Goldstar project, you still hold that there is on-the-ground evidence to show all remaining project disturbances are located on private lands. However you added that even the private portions of this project may be reclaimed shortly, in which case the land status would be moot. If it turns out that this project is going to be kept active, it will be necessary for you to arrange a meeting with me on site so that I can inspect the evidence supporting your contention that all remaining project disturbances are located on private land.

Should you need to discuss any of my findings, please feel free to contact me directly at 435-865-3040.

Sincerely,



Ed Ginouves
Mining Engineer

cc: Tom Munson, DOGM

**Breccia Development, Inc. – CCFO Open Notices
Reclamation Status as of July 9, 2004**

BLM File	DOGM Project Name File Number	Date of Last BLM Site Inspection	BLM Inspection Findings
74032	Blue Mountain E/001/106	4/24/2003	<p>This project was originally submitted by Centurion Mines but taken over by Breccia.</p> <p>The road section located within the N½ of section 25, which includes drill sites CBM 97-17 through 97-23, has not been reclaimed. This road section, being ~9000' in total length, leaves a pre-existing road in the NE¼NE¼ sec. 25 and terminates at drill site 97-17 in the SE¼NE¼ sec. 23. The first 3000' of the road is a mixture of 2-track (created by repeated cross-country travel) and bulldozed sections to smooth drainage crossings. The remaining ~6000' of access road has been bulldozed throughout. The road is passable to 4-wheel drive vehicle throughout as I was able to drive the full length to the terminus at CBM-97-17. All road disturbances from the NE¼NE¼ sec. 25 are new disturbances, which will require full reclamation.</p>
74757	JD 1-4 Indian Peak E/001/113	7/1/2004	All earthwork reclamation completed. Notice can be closed out.
75808	Dead Horse E/001/130	7/9/2004	Earthwork reclamation completed. Reclamation seeding performed in 1/2003 at this site failed. Site will need to be re-ripped and seeded this fall.
77245	3-D Project E/001/129	7/9/2004	All reclamation completed. Notice can be closed out.
78612	JB Fluorspar Mine S/001/054	6/7/2004	All earthwork reclamation completed. A small crushing/ screening plant remains at the site and needs to be removed before notice can be closed out.
78616	Goldstar E/001/141	3/26/2003	My GPS data on the patented Live Yankee claim boundary and surface disturbances indicate drill sites #23 & #24 along with a 600' of new road accessing these sites are located on BLM land just west of the Live Yankee claim line. Unless it can be demonstrated that these disturbances are located on the patented Live Yankee claim, they will need to be reclaimed before I can close out the BLM portion of this project.